

FBI

Date: 12/8/64

Mr. Tolson	_____
Mr. Belmont	_____
Mr. Mohr	_____
Mr. DeLoach	_____
Mr. Casper	_____
Mr. Callahan	_____
Mr. Conrad	_____
Mr. Evans	_____
Mr. Gale	_____
Mr. Rosen	_____
Mr. Sullivan	_____
Mr. Tavel	_____
Mr. Trotter	_____
Tele. Room	_____
Miss Holmes	_____
Miss Gandy	_____

Transmit the following in PLAINTEXT
(Type in plain text or code)Via TELETYPE URGENT
(Priority or Method of Mailing)

TO: DIRECTOR AND SAC BALTIMORE

FROM: SAC, WFO (46-8255)

IRREGULAR USE OF COUNTERPART FUNDS; [REDACTED]

[REDACTED] COMPLAINANT; FAG; OO:WFO

RE BUREAU AIRTEL TO WFO THIS DATE.

DEPARTMENT OF JUSTICE FURNISHED SUMMARY OF
 ALLEGATIONS BY [REDACTED] SILVER SPRING,
 MARYLAND, [REDACTED] MADE [REDACTED]

[REDACTED]
CONCERNING CAPTIONED MATTER. [REDACTED]

[REDACTED]

[REDACTED] Not subject to FOIA

BALTIMORE AT SILVER SPRING, MARYLAND, WILL
 IMMEDIATELY INTERVIEW [REDACTED] FOR COMPLETE DETAILS
 REGARDING THIS ALLEGATION.

21 DEC 10 1964

2 - Bureau
 2 - Teletype Unit
 1 - WFO

PKB:sbc

(5)

TELETYPE

Approved: [REDACTED]

Special Agent in Charge

Sent

M

Per [REDACTED]

F B I

Date:

Transmit the following in _____
(Type in plain text or code)Via _____
(Priority or Method of Mailing)WFO 46-8255
PAGE TWO

WASHINGTON FIELD AT WASHINGTON, D.C., WILL REVIEW APPROPRIATE FILES AND CONDUCT APPROPRIATE INTERVIEWS AT U. S. DEPARTMENT OF STATE CONCERNING USE OF COUNTERPART FUNDS PER ALLEGATION.

LEADS ARE TO BE SET FORTH BY TELETYPE AND ALL OFFICES INSTRUCTED TO HANDLE LEADS FORTHWITH. DEPARTMENT HAS REQUESTED A FULL AND COMPLETE INVESTIGATION TO RESOLVE ALLEGATIONS BY SUBMIT DAILY AIRTEL SUMMARIES UNTIL INVESTIGATION COMPLETED AND SUREP DAY FOLLOWING COMPLETION. INVESTIGATION MUST RECEIVE IMMEDIATE, CONTINUOUS, DAILY TOP PRIORITY ATTENTION. LEADS SET FORTH ARE NOT TO BE CONSIDERED ALL INCLUSIVE AND ALLEGATIONS MUST BE PROVED OR DISPROVED.

b7C

CONDUCT INTERVIEWS UNDER OATH AND OBTAIN SIGNED STATEMENT OR SET FORTH REASON WHY STATEMENT NOT OBTAINED. P.

Approved: _____ Sent _____ M Per _____
Special Agent in Charge

12/8/64

Airtel

1 - Mr. Lyles

To: SAC, WFO

From: Director, FBI

GRUMMAN AIRCRAFT CORP.,
[REDACTED]

b7C

FAG; COI

Re Bureau call 12/8/64.

Assistant Attorney General Herbert J. Miller, Jr.,
Criminal Division, has requested that expeditious investigation
be conducted concerning seven allegations of [REDACTED]
as developed from [REDACTED]

b7C

Not subject to FOIA

Separate cases with WFO as office of origin are to be
opened concerning captioned matter as well as the other six
allegations which are as follows:

1. GRUMMAN AIRCRAFT CORP.,
[REDACTED]

b7C

FAG; COI

146-51453-
NOT RECORDED
47 DEC 14 1964

ORIGINAL COPY FILED IN 58-

1 - WFO (58-852 (info)) b7C

Not subject to FOIA

① - each new case

1 - 58-5520

Airtel to SAC, WFO
RE: GRUMMAN AIRCRAFT CORP.

[REDACTED]

b7C

[REDACTED] Not subject to FOIA

Suggested leads concerning this allegation should include interviews of [REDACTED] and other appropriate officials of Grumman, [REDACTED]

b7C

[REDACTED] appropriate officials of General Dynamics, and logical investigation as necessary at Senate Committees and [REDACTED] former office to fully develop facts and any available documentation bearing on instant allegation.

2. BOMARC MISSILE CONTRACT;
NORTH AMERICAN AVIATION CORP;

b7C

[REDACTED]
FAG; COI

[REDACTED]

[REDACTED] Not subject to FOIA

[REDACTED]

b7C

[REDACTED] Not subject to FOIA

Suggested leads regarding this allegation should include interviews of [REDACTED] appropriate employees or officials of North American Aviation, Senator Kerr's former staff and Defense Department. In addition, logical investigation should be conducted at Preparedness Subcommittee in an effort to locate and develop full particulars concerning the memorandum in connection with this allegation. Further, appropriate investigation should be conducted to develop

b7C

Airtel to SAC, WFO
RE: GRUMMAN AIRCRAFT CORP.

Not subject to FOIA

[REDACTED]
[REDACTED] In addition, the correspondence and files of the late Senator Kerr should be reviewed to develop any available information regarding this allegation.

3. FIGHTER AND BOMBER
AIRCRAFT CONTRACTS;
NORTH AMERICAN AVIATION CORP.;

b7C

[REDACTED]
FAG; COI

A memorandum on the letterhead of the Preparedness Subcommittee to [REDACTED] was allegedly observed by [REDACTED] which indicated that the Defense Department believed things looked favorable with respect to North American Aviation working on F-100 or 101 and B-70 aircraft contracts. This memorandum asked [REDACTED] to work with Senator Richard B. Russell (D.-Ga.) to push the B-70 aircraft program. b7C

Leads suggested should include interviews of [REDACTED] and appropriate employees or officials of North American Aviation, Defense Department and Preparedness Subcommittee. Appropriate inquiry at the Preparedness Subcommittee and [REDACTED] former office should be made to locate the memorandum referred to in connection with this allegation. b7C

4. HOWARD JOHNSON'S

b7C

[REDACTED]
FAG; COI

[REDACTED]
[REDACTED] Not subject to FOIA

[REDACTED]
[REDACTED] Not subject to FOIA

Interviews of [REDACTED] and appropriate national and Oklahoma officials of Howard Johnson are suggested concerning b7C

Airtel to SAC, WFO
RE: GRUMMAN AIRCRAFT CORP.

this allegation. In addition, Administrative Assistant of the late Senator Kerr should be identified and interviewed and the correspondence, files and records of the late Senator Kerr should be examined for pertinent information.

5. HOT SHOPPES

b7C

[REDACTED]
FAG; COI

A memorandum from [REDACTED] to [REDACTED] was allegedly observed by [REDACTED] while he was in [REDACTED] office. This memorandum stated that if [REDACTED] or Senator George A. Smathers or Senator Smathers' then [REDACTED] [REDACTED] could assist in securing Federal funds, the Hot Shoppe organization would make it profitable to them. Assistant Attorney General Miller advised that he did not have any information as to what Federal funds this memorandum made reference to but felt it might be funds for building roads. b7C

According to the information available to the Department, [REDACTED] worked for Governor Collins in Florida. b7C

Suggested leads concerning this matter should include interviews of [REDACTED] and appropriate employees or officials of the Hot Shoppe. In addition, logical effort should be made to locate the memorandum allegedly observed by Reynolds.

6. RIDDLE AIRLINE

b7C

[REDACTED]
FAG; COI

Not subject to FOIA

b7C

[REDACTED]

It is suggested that [REDACTED] and appropriate officials of Riddle Airline be interviewed to develop full particulars regarding this allegation. Efforts should be made to locate the memorandum referred to. Establish the identity of the Government contract allegedly awarded to Riddle Airline. Pursue resultant leads expeditiously. b7C

Airtel to SAC, WFO
RE: GRUMMAN AIRCRAFT CORP.

7. IRREGULAR USE OF COUNTERPART FUNDS;

b7C

FAG

COMPLAINANT

[] was an [] in 1949 for the then b7C
Congressman Mike J. Mansfield (D.-Mont.) and wife when they
took a trip to Europe, including tour of France, Germany, Austria
and Italy. The Mansfields, according to []
used counterpart funds to purchase various articles, including
a statue called "Dawn."

Mr. Miller asked that records of the State Department
be reviewed concerning this allegation and results made known
to the Department for determination as to whether further
investigation necessary concerning this matter. Accordingly,
investigation at this time should include interview of [] b7C
and inquiry at State Department in an effort to develop full
facts which would prove or disprove this allegation.

For your information, Assistant Attorney General Miller
asked that thorough and logical investigation be conducted to
establish all available facts concerning each of the foregoing
matters but that Senators named by [] not be contacted at b7C
this time. Handle accordingly but should it appear desirable or
necessary to interview any Congressmen or Senators to fully
resolve allegations, submit facts and your recommendations
immediately to Bureau for referral to the Department for its
consideration.

All leads are to be assigned immediately and given
continuous top priority attention until completed. Obtain signed
statements under oath from all witnesses who furnish pertinent
information. If interviewees refuse to be interviewed under oath
or furnish signed statements, note such facts in reports of
the interviews. Make particular efforts to obtain signed sworn
statements from all subjects.

Leads for other offices are to be set out by teletype
or more expeditious means as deemed necessary under the
circumstances. All pertinent points of each allegation are to be
fully resolved and imaginative attention given the investigative
objective.

All offices are to submit daily airtel summaries until
all leads are covered. Reports are to be prepared and mailed
by close of business following completion of investigation.

Airtel to SAC, WFO
RE: GRUMMAN AIRCRAFT CORP.

The leads suggested herein are not to be considered inclusive and all logical leads, including those developed as the investigation is pursued, are to be fully followed up.

With respect to the suggested leads to interview [] in captioned matters, WFO contact [] attorney. Edward Bennett Williams, to see if he is agreeable to [] being interviewed concerning these allegations, it being noted Williams has declined to permit [] to be interviewed previously because of the pending Federal Grand Jury action concerning []

b7C

WFO insure that foregoing instructions are followed by all offices receiving leads in captioned matter.

F B I

Date: 12/9/64

Mr. Tolson
Mr. Belmont
Mr. Mohr
Mr. DeLoach
Mr. Casper
Mr. Callahan
Mr. Conrad
Mr. Felt
Mr. Gale
Mr. Rosen
Mr. Sullivan
Mr. Tavel
Mr. Trotter
Mr. Tele. Room
Miss Holmes
Miss Gandy

Transmit the following in _____
(Type in plaintext or code)Via AIRTEL _____
(Priority)

TO: DIRECTOR, FBI

FROM: SAC, WFO (46-8253)

IRREGULAR USE OF COUNTERPART FUNDS;
[REDACTED] COMPLAINANT; FAG
(OO:WFO)

b7C

ReWFOtel 12/8/64.

MANLIO F. DE ANGELIS, Deputy Budget Director for Economic Cooperation Administration (ECA), and its successors, Mutual Security Agency and Foreign Operations Administration from 1950 to 1954 advised that counterpart funds were handled by ECA missions in the various countries and at a local level prior to 1950. He said the use of those funds by Congressional Committees was authorized either in the original ECA Act or within the following year. These funds were furnished by the local mission to members of Congress when requested and no accounting as to the use was required by ECA. Section 1415 of the Supplemental Appropriation Act, 1953, placed more restrictions on the use of local currency, including counterpart funds, however, no detailed accounting by congressmen required. DE ANGELIS served in Athens, Greece, prior to 1950, and said no detailed records required there for use of local currency, including counterpart funds. He had no knowledge of any records relative to counterpart funds used by congressmen during that period and is sure if any record is located, it will show total amounts disbursed only.

Investigation continuing.

2 - Bureau
1 - WFO

HEF:jd

(3)

AIRTEL

Approved: JOP
Special Agent in Charge

Sent _____ M Per _____

F B I

Date: 12/9/64

Transmit the following in _____
(Type in plaintext or code)

Via AIRTEL _____ (Priority)

TO : DIRECTOR, FBI

FROM : SAC, BALTIMORE (46-4041)

SUBJECT : IRREGULAR USE OF COUNTERPART FUNDS;
[REDACTED] COMPLAINANT
FAG

OO: WFO

Re WFO teletype 12/8/64.

[redacted] Attorney at Law, [redacted] Silver Spring, Maryland, telephonically contacted at 4:00 PM, December 9, 1964, for appointment to interview [redacted] [redacted] requested to know purpose of interview and was advised [redacted] interview would concern allegations made by [redacted] to Senate Committee. [redacted] requested to know if interview at request of Committee and was advised that investigations were being conducted at request of the Department of Justice. b7C

[redacted] stated that he would contact [redacted] as soon as he could locate him and would determine if [redacted] would make himself available for interview and would immediately notify the Silver Spring Resident Agency if [redacted] would make himself available for interview, and when and where [redacted] could be interviewed. [redacted] stated he did not know how soon he could contact [redacted] but that [redacted] was in the Silver Spring, Maryland, area.

Baltimore will maintain contact with [redacted] and keep Bureau and Washington Field advised.

3 - Bureau
2 - Washington Field (46-8255)
2 - Baltimore
KWS:cm
(7)

REC-74 1/6 - 51453 - 3

21 DEC 10 1964

CC - [REDACTED]

Approved: 121
Special Agent in Charge

Sent _____ M Per _____

~~SECRET~~

F B I

Date: 12/9/64

Transmit the following in PLAIN TEXT
(Type in plain text or code)Via TELETYPE URGENT
(Priority or Method of Mailing)

Mr. Tolson	_____
Mr. Belmont	_____
Mr. Mohr	_____
Mr. DeLoach	_____
Mr. Casper	_____
Mr. Callahan	_____
Mr. Conrad	_____
Mr. Evans	_____
Mr. Gale	_____
Mr. Rosen	_____
Mr. Sullivan	_____
Mr. Tavel	_____
Mr. Trotter	_____
Tele. Room	_____
Miss Holmes	_____
Miss Gandy	_____

TO: DIRECTOR AND SAC BALTIMORE

FROM: SAC, WFO (46-8255)

IRREGULAR USE OF COUNTERPART FUNDS, [REDACTED]

COMPLAINANT. FAG.

RE WFO TEL DECEMBER EIGHT LAST.

BUREAU INSTRUCTS NO INTERVIEW OF CONGRESSMEN OR SENATORS TO BE CONDUCTED WITHOUT PRIOR BUREAU AUTHORITY. IF INVESTIGATION DEVELOPS NEED FOR INTERVIEW OF A CONGRESSMAN OR A SENATOR, SUBMIT REQUEST TO BUREAU WITH SUPPORTING REASONS.

FURNISH BUREAU AND WFO WITH COPIES OF ALL LEADS.

2 - Bureau
2 - Teletype Unit
1 - WFO

PKB:kls
(5)

TELETYPE

REC-7

46-51453-4
21 DEC 10 1964

Approved: _____

Special Agent in Charge

Sent _____

M

Per _____

F B I

Date: 12/10/64

Transmit the following in _____
(Type in plaintext or code)Via AIRTEL _____
(Priority)

TO: DIRECTOR, FBI

FROM: SAC, WFO (46-3255) (P)

IRREGULAR USE OF COUNTERPART FUNDS; b7C
[REDACTED] COMPLAINANTFAG
(OO:WFO)

ReBuairtel 12/8/64, and WFOtel same date.

BOYD CRAWFORD, Staff Administrator, House Committee on Foreign Affairs, advised MIKE MANSFIELD, then a Representative, was on survey of political and economic developments during fall of 1949 in France, western Germany, Austria, and Italy. CRAWFORD was with the Committee at that time and knows that a financial accounting was made in full to the chairman. After the accounting and convincing the chairman the policy was to destroy the report. CRAWFORD said receipts were required to substantiate report. He said personal expenditures of counterpart funds encouraged, however, on return from trip expenditures totaled and personal check sent to U. S. Treasury.

Investigation continuing.

3 - Bureau
1 - WFOPKB:jd
(3)AIRTELREC 20
EX-100

16 DEC 11 1964

Approved: J. D. P.
Special Agent in Charge

Sent _____ M Per _____

53 DEC 18 1964 Spectra

BA 46-4041

[] stated he did not believe [] would submit to interview in any place other than Silver Spring, Maryland, and he felt if [] was contacted for interview elsewhere it might cause serious problems with [] wife, as she had been diagnosed by [] and having [] b7C
[] stated in his opinion, contacting [] while he was on vacation for purpose of an interview would alienate [] and he would not submit to interview by the FBI at any time.

UACB, Baltimore will contact [] after 1/1/65 for an appointment to interview [] Since there is no other outstanding investigation in the Baltimore Division, no further daily airtel summaries will be submitted, UACB. b7C

Report follows.

FBI

Date: 12/10/64

Transmit the following in _____
(Type in plaintext or code)

Via AIRTEL REGULAR MAIL
(Priority)

TO: DIRECTOR, FBI

FROM: SAC, BALTIMORE (46-4041)

SUBJECT: IRREGULAR USE OF COUNTERPART FUNDS;
[REDACTED] COMPLAINANT
FAG

00: WFO

Re WFO teletype dated 12/8/64, Baltimore airtel dated 12/9/64.

Attempts to contact [redacted] Attorney [redacted] b7C
for [redacted] for appointment to interview [redacted]
unsuccessful on 12/10/64.

Baltimore continuing efforts to interview

REC- 62

3 - Bureau
1 - Washington Field (46-8255) (Info)
1 - Baltimore
KWS:dd
(5)

DEL 12 1964

C. C. Wick

b7C

SIX

Approved: 357 Special Agent in Charge

Sent _____ M Per _____

20 DEC 1964

FEDERAL BUREAU OF INVESTIGATION

REPORTING OFFICE BALTIMORE	OFFICE OF ORIGIN WASHINGTON FIELD	DATE 12/15/64	INVESTIGATIVE PERIOD 12/8 - 11/64
TITLE OF CASE ① IRREGULAR USE OF COUNTERPART FUNDS; ① COMPLAINTANT		REPORT MADE BY SA [REDACTED]	TYPED BY mjh
		CHARACTER OF CASE FAG	

REFERENCES:

WFO teletype dated 12/8/64.
Baltimore airtels to the Bureau, dated 12/9, 10 and 11/64.

- P -

LEADS:BALTIMORE DIVISIONAT SILVER SPRING, MARYLAND

Will after 1/1/65 contact [REDACTED] attorney representing [REDACTED] to make an appointment to interview [REDACTED] and interview [REDACTED]

- A* -

COVER PAGE

APPROVED <i>ERD</i>	SPECIAL AGENT IN CHARGE	DO NOT WRITE IN SPACES BELOW	
COPIES MADE:	4 - Bureau 2 - WFO (46-8255) 2 - Baltimore (46-4041)	1/6	1/4/55
		REC-33	
DISSEMINATION RECORD OF ATTACHED REPORT		NOTATIONS	
AGENCY	2 - HIA 6 M. Miller via 0-60		
REQUEST RECD.			
DATE FWD.			
HOW FWD.	67 DEC 31 1964		
BY	12/23/64		

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to:

Report of: SA [redacted] Office: BALTIMORE, MARYLAND
Date: DECEMBER 15, 1964
Field Office File No.: 46-4041 b7C Bureau File No.:
Title: IRREGULAR USE OF COUNTERPART FUNDS;
[redacted] COMPLAINANT

Character: FRAUD AGAINST THE GOVERNMENT

Synopsis: [redacted] attorney representing [redacted]
[redacted] contacted for appointment to interview [redacted]
b7C and stated [redacted] would not be available for interview until
after 1/1/65.

- P -

DETAILS:

At 5 p.m. on December 8, 1964, telephonic contact was made with the office of [redacted] Attorney At Law, [redacted] Silver Spring, Maryland, and it was determined that [redacted] was not in his office and was not expected back in his office until December 9, 1964.

b7C An attempt to contact [redacted] telephonically at his office at 9 a.m. on December 9, 1964 was unsuccessful and a message was left for [redacted] to call the Silver Spring, Maryland Resident Agency of the FBI.

b7C At 4 p.m. on December 9, 1964, [redacted] was telephonically contacted for an appointment to interview [redacted] [redacted] requested the purpose of the interview and was told that it was desired that he interview [redacted] regarding allegations made by [redacted] to the Senate Rules Committee. [redacted] then asked if the

b7C interview was to be conducted at the request of the Senate Rules Committee. [] was advised that the investigation was being conducted at the request of the Department of Justice.

b7C [] stated he would contact [] as soon as he could locate [] and determine from [] if he would make himself available for interview by the FBI regarding allegations he had made to the Senate Rules Committee. [] stated that immediately after he contacted [] he would notify the Silver Spring, Maryland Resident Agency of the FBI if [] would make himself available for interview to the FBI and would advise the time and place that [] would be available for interview. [] stated that [] was in the Silver Spring, Maryland area at the time, but he did not know how soon he would be able to contact []

b7C On December 10, 1964, at 4 p.m., telephonic contact was made with the office of [] and it was determined that he was not then available and a message was left for him to contact the Silver Spring, Maryland Resident Agency.

Telephonic contact was again had with [] office at 5:20 pm. on December 10, 1964 at which time it was determined that he was not in his office.

b7C On December 11, 1964, telephonic contact was made with the office of [] at 10:30 a.m. and it was determined that he was not expected in his office until approximately 1 p.m.

b7C At 1:40 p.m. on December 11, 1964, [] advised that he had just completed his conference with [] regarding [] availability for interview with the FBI. [] stated that due to [] wife's health, [] was leaving the Silver Spring, Maryland area on vacation the afternoon of December 11, 1964 and would not return until after the holidays and would therefore not be available for interview until after January 1, 1965.

BA 46-4041

[] stated that [] first said that he would be interviewed by the FBI only in the presence of Senator WILLIAMS. [] stated he told [] that such an interview could not be arranged whereupon [] stated that if the FBI submitted to him written interrogatories, he would furnish written answers. [] stated that he told [] that this would not be satisfactory. [] stated [] then agreed to be interviewed by the FBI in the presence of []

b7C

[] stated he did not believe [] would submit to interview in any place other than Silver Spring, Maryland, and he felt if [] was contacted for interview elsewhere it might cause serious problems with [] wife, as she had been diagnosed by a []

b7C

[] stated in his opinion, contacting [] while he was on vacation for the purpose of an interview would alienate [] and he would not submit to an interview by the FBI at any time.

The Acting Attorney General

December 17, 1964

Director, FBI

1 - Mr. DeLoach
1 - Mr. Belmont
1 - Mr. Rosen
1 - Mr. Malley
1 - Mr. McGrath
1 - Mr. Lyles

IRREGULAR USE OF COUNTERPART FUNDS
[REDACTED] COMPLAINANT
FRAUD AGAINST THE GOVERNMENT

b7C

The following information has been developed by this Bureau concerning the allegation of [REDACTED] that in 1949 the then Congressman Michael J. Mansfield, while on a trip to Europe, used counterpart funds to purchase various articles, including a statue known as "Dawn." The Criminal Division of the Department of Justice on December 7, 1964, requested this Bureau to review appropriate records concerning disbursement of counterpart funds with respect to this matter and that the results be furnished to the Department of Justice for determination as to whether further investigation should be conducted.

b7C

Mr. Manlio F. DeAngelis, Deputy Budget Director for the Economic Cooperation Administration (ECA) and its successors, Mutual Security Agency and Foreign Operations Administration, advised that counterpart funds were handled by ECA missions in various foreign countries prior to 1950. These funds were furnished by ECA missions to members of Congress when requested and an accounting as to the use of the funds was not required by ECA. Mr. DeAngelis said he has no knowledge of any records relative to counterpart funds used by Congressmen prior to 1954 and is sure if any record is available, it will show only the total amount of counterpart funds disbursed.

Mr. Boyd Crawford, Staff Administrator, Committee on Foreign Affairs, United States House of Representatives, advised that he has been with this Committee since 1939 and remembers the trip the then Congressman Michael J. Mansfield made to Europe in the Fall of 1949 as a member of the House Committee on Foreign Affairs. He recalled that Mr. Mansfield was required by the Committee Chairman, the late John Kee, to

CWL:eem NOTE: This is being submitted to advise the Acting Attorney General as to results of our investigation, requested by the Department, of allegations made by [REDACTED] that Senator Mansfield (D.-Mont.) when a Congressman in 1949, misused counterpart funds. The White House is also being advised.

MAIL ROOM ☐ TELETYPE UNIT ☐

11 DEC 17 1964

Tolson _____
Belmont _____
Mohr _____
DeLoach _____
Casper _____
Callahan _____
Conrad _____
Felt _____
Gale _____
Rosen _____
Sullivan _____
Tavel _____
Trotter _____
Tele. Room _____
Holmes _____
Gandy _____

MAILED 8
DEC 17 1964
COMM-FBI

The Acting Attorney General

give very valid reasons as to the necessity for the trip and that Mr. Mansfield filed a 23-page report on December 10, 1949, relative to his trip to France, West Germany, Austria and Italy in the Fall of 1949.

The Committee Chairman was very strict about authorizing trips, according to Mr. Crawford, and required each member who traveled to furnish a financial accounting, including receipts, relative to the use of counterpart funds. It was also necessary for each member to reimburse the United States Treasury by personal check for personal expenditures from counterpart funds. The reports submitted to the Committee Chairman in 1949 were retained for a reasonable period and have since been destroyed.

Inasmuch as this Bureau was requested only to review appropriate records concerning the disbursement of counterpart funds with respect to this matter, no additional investigation is being conducted at this time pending receipt from the Criminal Division of a request that additional investigation be conducted.

1 - The Deputy Attorney General

1 - Mr. Herbert J. Miller, Jr.
Assistant Attorney General

F B I

Date: 12/12/64

Transmit the following in _____
(Type in plaintext or code)Via AIRTEL _____
(Priority)

Mr. Tolson	_____
Mr. Belmont	_____
Mr. Mohr	_____
Mr. DeLoach	_____
Mr. Casper	_____
Mr. Callahan	_____
Mr. Conrad	_____
Mr. Evans	_____
Mr. Gale	_____
Mr. Rosen	_____
Mr. Sullivan	_____
Mr. Tavel	_____
Mr. Trotter	_____
Tele. Room	_____
Miss Holmes	_____
Miss Gandy	_____

TO: DIRECTOR, FBI

FROM: SAC, WFO (46-8255) (P)

IRREGULAR USE OF COUNTERPART FUNDS;
[REDACTED] COMPLAINANT

b7C

FAG
(OO:WFO)

ReBuairtel 12/8/64, and WFOtel 12/8/64.

Enclosed are an original and four copies of a
LHM reflecting the results of an interview with [REDACTED]
[REDACTED] Foreign Currency Branch, Accounts Division, AID,
together with information previously submitted.

b7C

No further investigation is contemplated pending
advise as to whether Senator MANSFIELD should be interviewed.

ENCLOSURE

3 - Bureau (Enc 5)
1 - WFOHEF:clr
(4)AIRTEL

REC-10

46-8255-11

DEC 24 1964

C. Wick

Approved: DP/cut
Special Agent in Charge

Sent _____ M Per _____



UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

In Reply, Please Refer to
File No.

WASHINGTON 25, D.C.

December 12, 1964

IRREGULAR USE OF COUNTERPART FUNDS
[REDACTED] COMPLAINANT

b7C

Boyd Crawford, Staff Administrator, Committee on Foreign Affairs, United States House of Representatives, on December 10, 1964, stated he has been with that committee since 1939. Crawford remembered very well the trip to Europe in the fall of 1949, which was taken by the Honorable Michael J. Mansfield, then a member of the House Committee on Foreign Affairs. He recalled that Mansfield was required by the committee chairman, the late John Kee of West Virginia, to give very valid reasons for the necessity for the trip. Mansfield filed a twenty-three page report on December 10, 1949, relative to his trip to France, western Germany, Austria, and Italy in the fall of 1949.

Crawford stated that Kee was very strict about authorizing trips and required every committee member who traveled to furnish financial accounting, including receipts, relative to the use of counterpart funds or any other United States Government funds. The reports were retained for a reasonable period and then destroyed. Reports for the past five or six years are retained at present.

According to Crawford, personal expenditures out of counterpart funds were encouraged by Kee, however, it was necessary for the committee member to make an accounting of such expenditures and to reimburse the United States Treasury by personal check. This was valuable to the United States inasmuch as it served to convert local currency abroad, which could only be spent abroad, into the equivalent in United States currency which could be used in this country.

b7C [REDACTED] Financial Analysis, Foreign Currency Branch, Accounts Division, Agency for International Development, said on December 11, 1964, that prior to 1953, counterpart funds and some other local currency funds were disbursed through the agency to which they had accrued, namely the Economic Cooperation Administration or its successors, the Mutual Security Agency and the Foreign Operations Administration (FOA). In 1953, the disbursement was changed and began to be handled through the Disbursing Officer in the

46-51423-16

IRREGULAR USE OF COUNTERPART FUNDS

b7C

[REDACTED] COMPLAINANT

American Embassy in the five countries involved. The following year the vouchers which had accumulated in the FOA missions in the five countries were sent en masse to the United States and were retired to the Federal Records Center, Alexandria, Virginia. The vouchers were not broken down into types of disbursement and many are multiple and show a number of disbursements. [REDACTED] said the only way to determine how much was drawn by any Congressman would be to go through all of the vouchers for the period involved, and, in this instance, for all four countries in which travel was performed. He said he felt this would be a tremendous task and believed it would involve locating and reviewing approximately 10,000 vouchers.

b7C

PROPERTY OF THE FBI

This report is loaned to you
by the FBI, and neither it nor
its contents are to be distributed
outside the agency to which loaned.

IRREGULAR USE OF COUNTERPART FUNDS
[REDACTED] COMPLAINANT

American Embassy in the five countries involved. The following year the vouchers which had accumulated in the FOA missions in the five countries were sent en masse to the United States and were retired to the Federal Records Center, Alexandria, Virginia. The vouchers were not broken down into types of disbursement and many are multiple and show a number of disbursements. [REDACTED] said the only way to determine how much was drawn by any Congressman would be to go through all of the vouchers for the period involved, and, in this instance, for all four countries in which travel was performed. He said he felt this would be a tremendous task and believed it would involve locating and reviewing approximately 10,000 vouchers.

In view of the burdensome task of reviewing these records and the possibility of unproductive results, it is believed that an interview with Senator Mansfield would, in this instance, be expedient. Advice is requested as to whether an interview with the Senator should be conducted.

This document contains neither recommendations nor conclusions of the FBI. It is the property of the FBI and is loaned to your agency; it and its contents are not to be distributed outside your agency.

Page 2
Retyped
at Bureau
12/16/64
copy to WFO
by [signature]
G/ [signature]

12/16/64

1 - Mr. Lyles

Airtel

TO: SAC, Washington Field (46-8255)

FROM: Director, FBI *REC-10*

IRREGULAR USE OF COUNTERPART FUNDS;
[REDACTED] COMPLAINANT

b7C

FAG
(OO: WFO)

Reurairtel 12/12/64 enclosing letterhead memorandum in this matter.

Enclosed is revised page 2 of letterhead memorandum. For your information, the letterhead memorandum as revised at the Bureau is being furnished to the Criminal Division with the advice that inasmuch as this Bureau was requested only to review appropriate records concerning disbursement of counterpart funds, no additional investigation is being conducted at this time pending receipt from the Criminal Division of a request that additional investigation be conducted. This appears to be desirable since the Department, upon making request for investigation, indicated it desired to make the determination as to whether further investigation is necessary.

Enclosure

Tolson _____
Belmont _____
Mohr _____
DeLoach _____
Casper _____
Callahan _____
Conrad _____
Felt _____
Gale _____
Rosen _____
Sullivan _____
Tavel _____
Trotter _____
Tele. Room _____
Holmes _____
Gandy _____

CWL:pab

(4)

MAIL ROOM ☐

TELETYPE UNIT ☐

Lyle 12/16/64 2254

1 - Mr. DeLoach
1 - Mr. Belmont
1 - Mr. Rosen
1 - Mr. Malley
1 - Mr. McGrath
1 - Mr. Lyles

December 17, 1964

BY LIAISON

Honorable Bill D. Moyers
Special Assistant to the President
The White House
Washington, D. C.

Dear Mr. Moyers:

The following information may be of interest to the President concerning an allegation of [redacted] that in 1949 the then Congressman Michael J. Mansfield, while on a trip to Europe, used counterpart funds to purchase various articles, including a statue known as "Dawn." The Criminal Division of the Department of Justice on December 7, 1964, requested this Bureau to review appropriate records concerning disbursement of counterpart funds with respect to this matter and that the results be furnished to the Department of Justice for a determination as to whether further investigation should be conducted.

Mr. Manlio F. DeAngelis, Deputy Budget Director for the Economic Cooperation Administration (ECA) and its successors, Mutual Security Agency and Foreign Operations Administration, advised that counterpart funds were handled by ECA missions in various foreign countries prior to 1950. These funds were furnished by ECA missions to members of Congress when requested and an accounting as to the use of the funds was not required by ECA. Mr. DeAngelis said he has no knowledge of any records relative to counterpart funds used by Congressmen prior to 1954 and is sure if ~~any record~~ is available, it will show only the total amount of counterpart funds disbursed.

Mr. Boyd Crawford, Staff Administrator, Committee on Foreign Affairs, United States House of Representatives, advised that he has been with this Committee since 1939 and

NOTE: This is being submitted to advise the White House as to the results of our investigation, requested by the Department, of allegations made by [redacted] that Senator Mansfield (D.-Mont.), when a Congressman in 1949, misused counterpart funds. Acting Attorney General is also being advised.

CWL:pab

(3)

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Tolson _____
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MAIL ROOM ☐ TELETYPE UNIT ☐

Honorable Bill D. Moyers

remembers the trip the then Congressman Michael J. Mansfield made to Europe in the Fall of 1949 as a member of the House Committee on Foreign Affairs. He recalled that Mr. Mansfield was required by the Committee Chairman, the late John Kee, to give very valid reasons as to the necessity for the trip and that Mr. Mansfield filed a twenty-three-page report on December 10, 1949, relative to his trip to France, West Germany, Austria and Italy in the Fall of 1949.

The Committee Chairman was very strict about authorizing trips, according to Mr. Crawford, and required each member who traveled to furnish a financial accounting including receipts, relative to the use of counterpart funds. It was also necessary for each member to reimburse the United States Treasury by personal check for personal expenditures from counterpart funds. The reports submitted to the Committee Chairman in 1949 were retained for a reasonable period and have since been destroyed.

The foregoing information is being furnished to the Acting Attorney General for a determination as to whether additional investigation is necessary concerning this matter inasmuch as the Criminal Division asked that our investigation regarding this matter be limited at this time to a review of appropriate records concerning disbursement of counterpart funds.

Sincerely yours,

FEDERAL BUREAU OF INVESTIGATION

REPORTING OFFICE WASHINGTON FIELD	OFFICE OF ORIGIN WASHINGTON FIELD	DATE 12/21/64	INVESTIGATIVE PERIOD 12/8 - 18/64
TITLE OF CASE IRREGULAR USE OF COUNTERPART FUNDS; [REDACTED] COMPLAINANT		REPORT MADE BY [REDACTED]	TYPED BY kmn
[REDACTED] b7C		CHARACTER OF CASE FAG	

REFERENCES: Buairtels dated 12/8/64 and 12/16/64;
WFO teletype dated 12/8/64;
WFOairtels 12/9/64, 12/10/64, and 12/12/64;
report of SA [REDACTED] dated
12/15/64, at Baltimore, Maryland.

b7C

- P -

LEADSWASHINGTON FIELD

AT WASHINGTON, D.C.: 1. Will await results of attempt
to interview [REDACTED] after 1/1/65.

2. Will conduct other investigation requested by
Department.

APPROVED
COPIES MADE:

SPECIAL AGENT
IN CHARGE

DO NOT WRITE IN SPACES BELOW

5 - Bureau

1 - Washington Field (46-8255)

14 DEC-22 1964

DISSEMINATION RECORD OF ATTACHED REPORT

AGENCY	2 HAG M. 11/10/64 via 0-60
REQUEST RECD.	
DATE FWD.	
HOW FWD.	45 CW L: fr
BY	12/23/64

NOTATIONS

STAT. SECT.

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to:

Report of: [REDACTED]

Office: Washington, D.C.

Date:

12/21/64

Field Office File No.: 46-8255

b7C

Bureau File No.:

Title:

IRREGULAR USE OF COUNTERPART FUNDS;
[REDACTED] COMPLAINANT

Character: FRAUD AGAINST THE GOVERNMENT

Not subject to FOIA

Synopsis:

[REDACTED]

MANLIO F. DE ANGELIS, former Deputy Budget Director for Economic Cooperation Administration (ECA) and its successors from 1950 to 1954, advised counterpart funds handled by ECA missions in various countries at local level prior to 1950. He said use of such funds by Congressional committees was authorized in original act establishing ECA in 1948 or within the year. [REDACTED] Accounts Division, Agency for International Development, said that in 1954 vouchers for Foreign Operations Administration missions abroad and its predecessors, including ECA, were sent en masse to Washington, D.C., and retired. He felt review would be tremendous task. BOYD CRAWFORD, Staff Administrator, U.S. House Committee on Foreign Affairs, said MANSFIELD was required to justify trip to Europe in 1949 and all members of committee were required to give chairman detailed accounting, including receipts, relative to use of counterpart and other U.S. funds.

DETAILS: AT WASHINGTON, D. C.

M. K. J. M. J. J. J.

WFO 46-8255

PKB:nln

1

The Department of Justice requested an expeditious investigation concerning the following allegation of [REDACTED]

b7C

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

Not subject to FOIA

FEDERAL BUREAU OF INVESTIGATION

12/16/64

Date

1

MANLIO F. DeANGELIS, Deputy Assistant Administrator, Regional Use AID for Africa, Bureau for Africa of Agency for International Development (AID), Room 802, State Annex #1, 401 Twenty-third Street, N. W., advised that in September, 1947, he was named a Special Assistant in the Office of Mission Chief, American Mission for Aid to Greece (AMAG), Athens, Greece. At that time, a small portion of United States foreign assistance took the form of commodities imported for resale within the aid receiving country. The recipient country was usually called upon to make available to the Mission as "counterpart funds," the proceeds of resale accruing to it. The counterpart funds were divided into two portions; the "country-use" portion then constituting about 95 percent of the total funds, the balance in the "U.S.-use" portion. The country-use counterpart was spent within the recipient country for carrying out U. S. foreign policy objectives such as carrying out development projects. The U.S.-use counterpart was deposited in local currency with the Mission for use of the Mission itself. When the Economic Cooperation Administration (ECA) was set up in April, 1948, it replaced AMAG in Greece and established Missions in other countries. The legislation establishing ECA set out a provision for five percent for U.S.-use counterpart, however, this was soon changed to ten percent.

DeANGELIS said that originally counterpart funds were used for operation of the Mission within the country, however, surplus funds were available and these were used to buy equipment for missions in other countries where available. He said that, either in the original act establishing ECA or within the year, members of Congressional Committees were authorized to use these funds. Later the United States Information Agency began using the funds with authority of Congress and then other U. S. Government Agencies received authority to use them and not have these sums charged against their appropriations.

Inasmuch as the use of the fund was becoming complicated, a section was set up in E.C.A. in Washington, D. C., in September, 1950, to handle it from the standpoint of

On 12/9/64 at Washington, D. C. File # WFO 46-8255

by SA [redacted] / ieh Date dictated 12/16/64

authorization for use and DeANGELIS became the Deputy Budget Director for E. C. A. He served in this capacity for the successor organizations, Mutual Security Agency (MSA) and Foreign Operations Administration (FOA) until 1954. During this period there were no provisions for a review or audit by ECA, MSA or FOA of funds used by members of Congressional Committees and DeANGELIS said he thought there was no review by Congress. He said the Congressmen did have to sign for counterpart funds obtained.

With the passage of Section 1415 of the Supplemental Appropriation Act of 1953, control of local currency, which included counterpart funds, was placed under the jurisdiction of the United States Treasury and disbursement was through the Disbursing Officer of the American Embassy located in that country.

DeANGELIS said [redacted] who is presently b7C assigned to the Budget Division of AID, worked within his section and would possibly know the whereabouts of any reports received from the foreign missions.

DeANGELIS advised he had no knowledge of any records relative to counterpart funds used by Congressmen during the period in question and is sure if any record is located it will show total amounts disbursed only.

FEDERAL BUREAU OF INVESTIGATION

12/16/64

Date

1

b7C

[redacted] Funds Control Staff, Budget Division, Agency for International Development (AID), Room 2884, New State Department Building, advised that she began employment in the Budget Division of the Economic Cooperation Administration (ECA) in June, 1951. As she remembered the situation, the Budget Division took over control of counterpart funds, from the standpoint of authorization, in 1952 and at that time, members of Congressional committees were authorized to use the funds during travel. The ECA Missions handled actual disbursement, were required to get receipts signed whenever funds were disbursed but were not required to make an accounting to the ECA headquarters in Washington.

As she recalled, the Congressmen had to account only to their committees. [redacted] said the Accounting Division of ECA in Washington received monthly composite reports of disbursements from the Regional Office in Paris, France, together with individual reports from each of the other Missions. To the best of her memory, these were in summary form and did not show detail. She said [redacted] of the Foreign Currency Branch of the Accounts Division, AID, should know more about records as that group received them.

b7C

On 12/10/64 at Washington, D. C. File # WFO 46-8255
by SA [redacted] / ieh Date dictated 12/16/64

b7C

FEDERAL BUREAU OF INVESTIGATION

Date 12/16/641

[redacted] Financial Analysis, Foreign Currency Branch, Accounts Division, Agency for International Development, Room 305, State Department Annex #1, 401 Twenty-third Street, N. W., said that, prior to 1953, counterpart funds and some other local currency funds were disbursed through the agency to which they had accrued, namely the Economic Cooperation Administration or its successors, the Mutual Security Agency and the Foreign Operations Administration (FOA). In 1953, the disbursement procedure was changed and the funds began to be handled through the Disbursing Office of the American Embassy in each of the five countries involved. In 1954, all the vouchers which had accumulated in the FOA missions in the five countries were sent en masse to the FOA headquarters in Washington, D. C., and were retired to the Federal Records Center, Union and Cameron Streets, Alexandria, Virginia.

[redacted] said that the vouchers were not broken down into types of disbursement and many are multiple and contain many disbursements on one voucher. He said the only way to determine the amount of counterpart funds drawn by any individual Congressman would be to make a detailed review of all the vouchers for the period involved and for all countries involved. In this instance, it would involve examining vouchers for all four countries in which travel was performed. [redacted] feels this would be a tremendous task and he believes it would involve locating and reviewing in the neighborhood of 10,000 vouchers. He said he knows nothing of the condition of these vouchers but from seeing records of similar vintage, he has doubts that they are in very good condition.

On 12/11/64 at Washington, D. C. File # WFO 46-8255
 by SA [redacted] / ieh b7C Date dictated 12/16/64

FEDERAL BUREAU OF INVESTIGATION

Date 12/16/64

1

— BOYD CRAWFORD, Staff Administrator, Committee on Foreign Affairs, United States House of Representatives, Room 322, United States Capitol, said that he had been with the Committee since 1939. He said he remembered very well the trip to Europe which was taken in the fall of 1949 by the Honorable MICHAEL J. MANSFIELD, then a member of that Committee. He recalled that MANSFIELD was required by the committee chairman, the late JOHN KEE of West Virginia, to give very valid reasons for the necessity for the trip. MANSFIELD filed a twenty-three page report on December 10, 1949, relative to his trip to France, Western Germany, Austria and Italy in the fall of 1949 in which it was described as a survey of political and economic developments in those countries.

CRAWFORD said KEE was very strict about authorizing trips and required every committee member who traveled to furnish a financial accounting, including receipts, relative to the use of counterpart funds or any other United States Government funds during his trip. The reports were received by KEE personally, and when finally approved were retained for a reasonable period and then destroyed. Reports presently on file date back about five or six years.

According to CRAWFORD, personal expenditures out of counterpart funds were encouraged by KEE, however, it was necessary for the committee member to make an accounting of such expenditures and to reimburse the United States Treasury by personal check. This was valuable to the United States inasmuch as it served to convert local currency, which could be spent only in the foreign country in which issued, into the equivalent in United States currency which could be used for government expenses in this country. While CRAWFORD knew of no rule as to how soon after a trip such a personal check need be written, he was sure it would be obtained from the traveler as KEE was unbending in this regard.

On 12/10/64 at Washington, D. C. File # WFO 46-8255

b7C

by SA / ien Date dictated 12/16/64

WFO 46-8255

No further investigation is contemplated in Washington, D.C. unless such investigation is specifically requested by the United States Department of Justice.

1 - Mr. Lyles

12/31/64

Airtel

To: SAC, Washington Field (46-9255)

From: Director, FBI

IRREGULAR USE OF COUNTERPART FUNDS;
[REDACTED] COMPLAINANT
FAG b7C

b7C By memorandum dated 12/29/64, Assistant Attorney General Herbert J. Miller, Jr., Criminal Division requested that an appropriate interview be conducted with Senator Michael J. Mansfield concerning the allegation of [REDACTED] in captioned matter. Mr. Miller advised that Senator Mansfield has been notified of this investigation.

Washington Field immediately arrange for appointment with Senator Mansfield for interview in this matter and suairtel date interview will be conducted and surep to arrive Bureau day following the interview of Senator Mansfield.

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Rosen _____
Sullivan _____
Tavel _____
Trotter _____
Tele. Room _____
Holmes _____
Gandy _____

CWL:pab
(4)

MAIL ROOM ☒

TELETYPE UNIT ☐

46-51453 -

12/31/64

N

CH

F B I

Date: 1/4/65

Transmit the following in _____
(Type in plaintext or code)Via AIRTEL _____
(Priority)

Mr. Tolson	_____
Mr. Belmont	_____
Mr. Mohr	_____
Mr. DeLoach	_____
Mr. Casper	_____
Mr. Callahan	_____
Mr. Conrad	_____
Mr. Felt	_____
Mr. Gale	_____
Mr. Rosen	_____
Mr. Sullivan	_____
Mr. Tavel	_____
Mr. Trotter	_____
Tele. Room	_____
Miss Holmes	_____
Miss Gandy	_____

TO: DIRECTOR, FBI

FROM: SAC, WFO (46-8255) (P)

SUBJECT: IRREGULAR USE OF COUNTERPART FUNDS; [REDACTED] COMPLAINANT b7C
FAG
(OO:WFO)

b7C ReBuairtel 12/31/64.

[REDACTED] Office of Senator MICHAEL J. MANSFIELD, advised on 1/4/65 that since this is opening day of Congress and Senator MANSFIELD is very busy she did not expect him to contact his office until late in afternoon. She will discuss appointment with him and advise WFO when interview possible.

3- Bureau
1- WFO

HEF:pkg
(4)

AIRTEL

C. C. Wick

REC-44

46-51453 14

6/9/65

Approved: _____
Special Agent in Charge

Sent _____ M Per _____

F B I

Date: 1/4/65

Transmit the following in _____
(Type in plaintext or code)Via AIRTEL REGULAR MAIL
(Priority)

TO: DIRECTOR, FBI (46-51453)
FROM: SAC, BALTIMORE (46-4041)
SUBJECT: IRREGULAR USE OF COUNTERPART FUNDS;
[REDACTED] - COMPLAINANT b7C
FAG
(OO:WFO)

Re WFO teletype dated 12/8/64.

[REDACTED] Attorney at Law, Silver Spring, Maryland, representing [REDACTED] advised on 1/4/65 that [REDACTED] was not expected to return to Silver Spring, Maryland, until sometime during the week of 1/11/65. [REDACTED] stated he had received two phone calls from [REDACTED] during [REDACTED] absence and [REDACTED] had indicated that he would return during the week of 1/11/65. b7C

No further daily airtel summaries will be submitted but the Bureau and WFO will be kept advised of pertinent developments as they occur, UACB.

3 - Bureau
2 - WFO (46-8255) (REGULAR MAIL)
1 - Baltimore
KWS:rch
(6)

C C Wick

REC-11

EX-100

21 JAN 5 1965

SIX

Approved: _____ Sent _____ M Per _____
Special Agent in Charge

UNITED STATES GOVERNMENT

Memorandum

Tolson _____
Belmont _____
Mohr _____
DeLoach _____
Casper _____
Callahan _____
Conrad _____
Felt _____
Gale _____
Rosen _____
Sullivan _____
Tavel _____
Trotter _____
Tele. Room _____
Holmes _____
Gandy _____

TO : Director, Federal Bureau of Investigation

DATE: Dec

HJ

FROM : Herbert J. Miller, Jr., Assistant Attorney General, Criminal Division

SUBJECT: Irregular Use of Counterpart Funds
[redacted] Complainant
Fraud Against the Government

b7C

Reference is made to your memorandum of December 17, 1964, in the captioned matter. It is requested that an appropriate interview be conducted with Senator Mansfield concerning the allegation of [redacted]

b7C

Senator Mansfield has been notified of this investigation.

EXP. PROC.
32 DEC 30 1964
39

REC-6

1-5-65
17 DEC 30 1964

20
10 JAN 1965

16
[signature]

12/30/64

GENERAL INVESTIGATIVE DIVISION

b7C

Attached relates to allegation made by [redacted] that Senator Michael J. Mansfield (D.-Mont) when a Congressman in 1949 misused counterpart funds while on a trip to Europe. Criminal Division on 12/7/64 requested investigation limited to review of appropriate records. Investigation developed that no records relative to use of counterpart funds by Congressman in 1949 are available. It was established that Mr. Mansfield furnished a report on 12/10/49 relative to his travel as a member of the House Committee on Foreign Affairs and was required to reimburse U. S. Treasury by personal check for expenditures from counterpart funds. This report has since been destroyed. The investigation requested is being referred to the field for expeditious handling.

CWL



FBI

Date: 1/5/65

Transmit the following in _____
(Type in plaintext or code)Via AIRTEL _____
(Priority)

Mr. Tolson	_____
Mr. Belmont	_____
Mr. Mohr	_____
Mr. DeLoach	_____
Mr. Casper	_____
Mr. Callahan	_____
Mr. Conrad	_____
Mr. Felt	_____
Mr. Gale	_____
Mr. Rosen	_____
Mr. Sullivan	_____
Mr. Tavel	_____
Mr. Trotter	_____
Tele. Room	_____
Miss Holmes	_____
Miss Gandy	_____

TO: DIRECTOR, FBI

FROM: SAC, WFO (46-8255)(P)

IRREGULAR USE OF COUNTERPART FUNDS;

[REDACTED] COMPLAINANT b7C

FAG

(00:WFO)

ReWFOairtel, 1/4/65.

Senator MANSFIELD was interviewed on this date and furnished information relative to his expenses while on European trip in 1949. Report will be submitted 1/6/65.

③ - Bureau
1 - WFO

HEF/jsw
(4)

AIRTEL

REC-23

JAN 6 1965

Approved: _____
Special Agent in Charge

Sent _____ M Per _____

The Acting Attorney General

January 7, 1965

Director, FBI

1 - Mr. DeLoach
1 - Mr. Belmont
1 - Mr. Rosen
1 - Mr. Malley
1 - Mr. McGrath
1 - Mr. Lyles

b7C

IRREGULAR USE OF COUNTERPART FUNDS
COMPLAINANT
FRAUD AGAINST THE GOVERNMENT

Reference is made to my memorandum of December 17, 1964, concerning our investigation in the captioned matter and the request of the Criminal Division of December 29, 1964, that an appropriate interview be conducted with Senator Michael J. Mansfield in this matter.

Senator Mansfield was interviewed on January 5, 1965, and advised that his wife had kept an informal but fairly detailed record of their expenditures while on the trip in Europe in 1949. Senator Mansfield produced this record, a small notebook, for examination and reviewed each entry in the record with the interviewing Agents. This record shows cumulative expenses totaling \$2,544.70 for meals, hotels, tips, automobile expenses, souvenirs and other personal expenses during the period September 14, 1949, through October 17, 1949.

Entries appearing on two pages of the record of expenditures indicate that \$1,490 worth of traveler's checks had been cashed. An entry also appears which shows that a statue costing \$119 had been purchased at Vienna, Austria. Senator Mansfield said that he does not know the name of this statue but feels that it is the one which [redacted] referred to in his allegation. Senator Mansfield further advised that he and his wife both recall that she purchased this statue with her personal funds.

Senator Mansfield said that he and his wife had taken personal cash as well as traveler's checks on the trip to Europe. Due to the lapse of time, he could only estimate the amount of cash as having been at least a few hundred dollars and the amount of traveler's checks as having been a few hundred dollars more than those cashed.

CWL:ees
(11)

SEE NOTE PAGE TWO

21 JAN 8 1965

79 JAN 11 1965

The Acting Attorney General

Senator Mansfield was not certain whether counterpart funds were available in 1949 and the record of his expenditures does not contain any notation as to whether such funds were or were not available. He said that he feels some counterpart funds were available and he feels he would have used such funds to pay for legitimate expenses. Senator Mansfield said, however, that he and his wife are certain that they did not use counterpart funds for personal purchases of any kind while on their trip to Europe in 1949.

No additional investigation is being conducted in this matter in the absence of a specific request from the Department.

1 - The Deputy Attorney General

1 - Mr. Herbert J. Miller, Jr.
Assistant Attorney General

NOTE: The initial investigation of this allegation was limited to review of appropriate records in accordance with request of the Criminal Division. No records were found which would show whether counterpart funds had been used by Senator Mansfield while on the European trip. On 12/29/64 Criminal Division requested appropriate interview of Mansfield concerning this matter. The White House is also being advised.

FEDERAL BUREAU OF INVESTIGATION

REPORTING OFFICE WASHINGTON FIELD	OFFICE OF ORIGIN WASHINGTON FIELD	DATE 1/7/65	INVESTIGATIVE PERIOD 1/4-6/65
TITLE OF CASE IRREGULAR USE OF COUNTERPART FUNDS; COMPLAINANT		REPORT MADE BY [REDACTED]	TYPED BY kmn
[REDACTED]		CHARACTER OF CASE FAG	

REFERENCES: Report of SA [REDACTED] dated 12/21/64, at Washington, D. C.;
Buairtel dated 12/31/64;
WFOairtels 1/4/65 and 1/5/65;
BAairtel to Bureau and WFO 1/4/65.

- P -

ADMINISTRATIVE

No further investigation is contemplated by WFO at this time. It is noted that this office is awaiting results of attempt to interview [REDACTED]

APPROVED <i>J. D. P.</i>	SPECIAL AGENT IN CHARGE	DO NOT WRITE IN SPACES BELOW	
COPIES MADE: 5 - Bureau 2 - Washington Field (46-8255)		<div style="display: flex; justify-content: space-between;"> <div>46-5145-17</div> <div>ACT-18</div> </div> <div style="display: flex; justify-content: space-between;"> <div>15 JAN 10</div> <div>REC-16</div> </div> <div style="display: flex; justify-content: space-between;"> <div>[REDACTED]</div> <div>b7C</div> </div>	
DISSEMINATION RECORD OF ATTACHED REPORT		NOTATIONS	
AGENCY.....	<i>B. CHAS. [illegible] Herbert J. Miller Jr.</i>	<div style="border: 1px solid black; width: 100px; height: 100px; transform: rotate(45deg); position: relative;"> ST/ [illegible] </div>	
REQUEST RECD.....	<i>VIA O-G-A</i>		
DATE FWD.....	<i>ICC returned C.W.L. [illegible]</i>		
HOW FWD.....	<i>RM 2254 1/11/65</i>		
BY.....	<i>6/14/65</i>		

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to:

Report of: [REDACTED]

Office: Washington, D.C.

Date:

1/7/65

Field Office File No.: 46-8255

b7C

Bureau File No.:

Title:

IRREGULAR USE OF COUNTERPART FUNDS;
[REDACTED] COMPLAINANT

Character: FRAUD AGAINST THE GOVERNMENT

Synopsis:

b7C Senator MICHAEL J. MANSFIELD advised that [REDACTED] was his [REDACTED] during part of a tour of a portion of Europe made by MANSFIELD and his wife in the fall of 1949. During this trip MANSFIELD and his wife maintained an informal but fairly complete record of expenses and travelers checks cashed which he made available for review. MANSFIELD said his wife had purchased a statue, name unknown, on 10/11/49, at Vienna, Austria, and had paid \$110 for it from her personal funds. MANSFIELD does not recall if any counterpart funds were used during this trip but said he and his wife are certain no such funds were used for personal purchases.

- P -

DETAILS: AT WASHINGTON, D.C.

FEDERAL BUREAU OF INVESTIGATION

Date 1/6/64

United States Senator MICHAEL J. MANSFIELD was interviewed in Room S-208, United States Capitol, by Special Agent (SA) [redacted] and SA [redacted]

[redacted] MANSFIELD stated that he was aware he did not have to furnish any information and that any information he did furnish could be used against him in a court of law. He said he was aware he was entitled to legal counsel if he so desired. Senator MANSFIELD said he had no objection to furnishing information under oath and he was placed under oath by SA [redacted]

b7C

MANSFIELD stated that he had been advised a short time before that an investigation was being conducted relative to his use of counterpart funds while he and his wife were on a tour of certain countries in Europe in the fall of 1949. He said he had discussed the matter with his wife and she had pointed out that she thought she had made an informal record of expenses as she usually does this when making a trip. They had made a search of their records and located a small notebook which contained informal but fairly detailed records of their expenses together with other notations relative to the trip. MANSFIELD produced this notebook and went over it page by page, pointing out which notations he had made and which had been made by his wife. He explained them as best he could after pointing out that fifteen years had elapsed since the trip was taken.

By way of background, MANSFIELD stated that the purpose of his trip was to make a survey of political and economic developments in France, Western Germany, Austria and Italy for the Committee on Foreign Affairs of the United States House of Representatives of which he was then a member. Prior to the tour through Europe he had served as a Congressional delegate to a United Nations Educational, Scientific, and Cultural Organization (UNESCO) conference in Paris, France. MANSFIELD did not recall how [redacted] had been chosen or designated as his [redacted] however, he did recall that [redacted] arrived in Paris from Austria in his automobile at the conclusion of the UNESCO conference. [redacted] drove

b7C

On 1/5/65 at Washington, D.C. File # WFO 46-8255

SAs [redacted] and [redacted]
by [redacted] :kmn b7C Date dictated 1/6/65

- 2 -

WFO 46-8255

b7C MANSFIELD and his wife on their tour which included Heidelberg and Munich, Germany; Vienna and Salzburg, Austria; Liechtenstein; Zurich, Switzerland; and Florence and Rome, Italy. According to MANSFIELD, [] left him and his wife in Rome and they continued to Paris and then home.

MANSFIELD said that he and his wife had taken a sizeable amount of their personal cash as well as American Express Travelers Checks on the trip. Due to the lapse of time he could only estimate the amount of cash and he felt that it amounted to at least a few hundred dollars. MANSFIELD showed the Special Agents entries in the notebook which indicated that he and his wife had left the United States on September 14, 1949, and the last entry which is dated indicates they were in Rome on October 17, 1949. There were subsequent entries showing expenses en route home but they were not dated. A perusal of the notebook shows that it includes details of cost of meals, hotels, tips, automobile expense, souvenirs and other personal expenses. These expenses are totaled on each page and a running total is carried forward. The grand total reflects that \$2,544.70 was spent during the trip and MANSFIELD pointed out that, while it does detail very small expenses, it is possible the total is not absolutely accurate.

b7C There were two pages which listed travelers checks cashed during the trip and it was noted that they reflected that a total of \$1,490 were cashed. One entry shows that two \$50 travelers checks were cashed in Salzburg and this entry is followed by the notation [] at Salz." The two following entries show that three \$50 travelers checks and one \$100 travelers check were cashed and they are followed by ditto marks. MANSFIELD did not recall the significance of these notations and did not know if the latter two entries meant that those amounts also had been furnished to [] or whether it merely indicated the checks had also been cashed in Salzburg. He said he felt that part of this money could have been to reimburse [] for automobile expenses as there was only one other small amount shown as an expenditure for gasoline. MANSFIELD said that since his notebook showed that he cashed \$1,490 in travelers checks he felt that he had taken at least a few hundred more.

WFO 46-8255

b7C MANSFIELD pointed out one entry in the notebook dated October 11 at Vienna in the amount of \$110 for a statue. He said that, while he does not know the name of the statue, he feels certain that it is the one which [] stated he purchased. MANSFIELD says he remembers the statue very well as he personally carried it on many occasions later in the trip to prevent getting it broken. He and his wife both recall that she purchased it with her personal funds. He said they still have the statue and he and his wife recall that when she traveled to Europe the following year without him she returned to the shop where it was purchased and attempted to purchase a similar statue, however, none were available.

MANSFIELD said he does not recall definitely whether counterpart funds had been built up to the point where they were available during this trip and he had no notations indicating that they were or were not used. He said he believed some were available and he feels that he would have used them to pay his hotel expenses and any other legitimate expenses for himself. He said he and his wife are certain no such funds were used for personal purchases of any kind. MANSFIELD could not recall definitely whether or not he had been required to make a financial report on the expenses incurred on his trip to the Committee on Foreign Affairs but he felt that such a report had possibly been made.

F B I

Date: 1/13/65

Transmit the following in _____
(Type in plaintext or code)Via AIRTEL REGULAR MAIL
(Priority)

TO: DIRECTOR, FBI (46-51453)
FROM: SAC, BALTIMORE (46-4041) P
SUBJECT: IRREGULAR USE OF COUNTERPART FUNDS; b7C
[REDACTED] - COMPLAINTANT
FAG
(OO: WFO)

On 1/13/65, [REDACTED] Attorney representing [REDACTED] telephonically advised that he had heard nothing further from [REDACTED] and that [REDACTED] had not yet returned to Silver Spring, Maryland.

b7C

[REDACTED] stated the last time he heard from [REDACTED] [REDACTED] stated he would return to Silver Spring during the week of 1/11/65.

[REDACTED] stated that he would contact SA [REDACTED] as soon as [REDACTED] returned to Silver Spring, Maryland.

b7C

UACB, Baltimore will contact [REDACTED] again on Friday, 1/15/65 to determine if [REDACTED] has returned to Silver Spring and for an appointment to interview [REDACTED]

3 - Bureau
2 - WFO (46-8225)
2 - Baltimore
KWS:mv
(7)

EX-100

JAN 14 1965

Approved: ERT

C. G. Wick

Special Agent in Charge

Sent _____ M Per _____

1 - Mr. DeLoach
1 - Mr. Belmont
1 - Mr. Rosen
1 - Mr. Malley
1 - Mr. McGrath
1 - Mr. Lyles

January 7, 1965

BY LIAISON

Honorable Bill D. Moyers
Special Assistant to the President
The White House
Washington, D. C.

Dear Mr. Moyers:

Reference is made to my memorandum of December 17, 1964, concerning our investigation of an allegation of [redacted] that in 1949 the then Congressman Michael J. Mansfield, while on a trip to Europe, used counterpart funds to purchase various articles including a statue known as "Dawn."

As a matter of possible further interest to the President, Senator Mansfield was interviewed on January 5, 1965, concerning this allegation in accordance with a request from Assistant Attorney General Herbert J. Miller, Jr., of the Criminal Division of the Department of Justice.

Senator Mansfield advised that his wife had kept an informal but fairly detailed record of their expenditures while on the trip in Europe in 1949. Senator Mansfield produced this record, a small notebook, for examination and reviewed each entry in the record with the interviewing Agents. This record shows cumulative expenses totaling \$2,544.70 for meals, hotels, tips, automobile expenses, souvenirs and other personal expenses during the period September 14, 1949, through October 17, 1949.

Tolson _____
Belmont _____
Mohr _____
DeLoach _____
Casper _____
Callahan _____
Conrad _____
Felt _____
Gale _____
Rosen _____
Sullivan _____
Tavel _____
Trotter _____
Tele. Room _____
Holmes _____
Gandy _____

CWL:pab
(8)

SEE NOTE PAGE 2

96 JAN 15 1965

MAIL ROOM ☐ TELETYPE UNIT ☐

JAN 7 3 58 PM '65
REC'D-READING ROOM
FBI

46-51453
JAN 14 1965

Honorable Bill D. Moyers

Entries appearing on two pages of the record of expenditures indicate that \$1,490 worth of traveler's checks had been cashed. An entry also appears which shows that a statue costing \$110 had been purchased at Vienna, Austria. Senator Mansfield said that he does not know the name of this statue but feels that it is the one which [] referred to in his allegation. Senator Mansfield further advised that he and his wife both recall that she purchased this statue with her personal funds.

b7C

Senator Mansfield said that he and his wife had taken personal cash as well as traveler's checks on the trip to Europe. Due to the lapse of time, he could only estimate the amount of cash as having been at least a few hundred dollars and the amount of traveler's checks as having been a few hundred dollars more than those cashed.

Senator Mansfield was not certain whether counterpart funds were available in 1949 and the record of his expenditures does not contain any notation as to whether such funds were or were not available. He said that he feels some counterpart funds were available and he feels he would have used such funds to pay for legitimate expenses. Senator Mansfield said, however, that he and his wife are certain that they did not use counterpart funds for personal purchases of any kind while on their trip to Europe in 1949.

The foregoing information is also being furnished to the Acting Attorney General.

Sincerely yours,

NOTE: The initial investigation of this allegation was limited to review of appropriate records in accordance with request of the Criminal Division. No records were found which would show whether counterpart funds had been used by Senator Mansfield while on the European trip. On 12/29/64 Criminal Division requested appropriate interview of Mansfield concerning this matter. The Acting Attorney General is also being advised.

AIRTEL

January 18, 1965

TO: DIRECTOR, FBI

FROM: SAC, BALTIMORE (62-1894) RUC

SUBJECT: [REDACTED]

b7C

MISCELLANEOUS - INFORMATION CONCERNING
(ACCOUNTING AND FRAUD SECTION)
OO: WFO

Enclosed herewith for the Bureau are twelve copies of a self-explanatory letterhead memorandum and for WFO, eight copies of the letterhead memorandum. Information copies of this airtel are being designated for each pertinent Bureau and WFO file and each Baltimore file.

On January 18, 1965, [REDACTED] Attorney at Law, Silver Springs, Maryland, telephonically advised SA [REDACTED] that [REDACTED] had not returned to the Silver Springs, Maryland area. He stated he had

b7C

- 10 - Bureau (Enc. 12)
- | | |
|---------------|----------------|
| (1 - 58-5777) | (1 - 58-5772) |
| (1 - 58-5775) | (1 - 58-5774) |
| (1 - 58-5776) | (1 - 58-5773) |
| | (1 - 46-51453) |
- 8 - WFO (46-8250) (Enc. 8)
- | | |
|---------------|---------------|
| (1 - 46-8251) | (1 - 46-8225) |
| (1 - 46-8252) | (1 - 46-8254) |
| (1 - 46-8253) | (1 - 46-8256) |
- 8 - Baltimore (62-1894)
- | |
|---------------|
| (1 - 46-4036) |
| (1 - 46-4037) |
| (1 - 46-4038) |
| (1 - 46-4039) |
| (1 - 46-4040) |
| (1 - 46-4041) |
| (1 - 46-4042) |

KWS:jtk
(26)

NOT RECORDED
162 JAN 25 1965

ORIGINAL COPY FILED IN

ENCLOSURE

BA 62-1894

been in communication with [] who stated he would return to Silver Springs, Maryland sometime during the week of January 25, 1965.

[] stated that [] told him that he would only answer written interrogatories for the FBI concerning matters about which the FBI might desire to interview him.

b7C

[] stated that if the FBI would submit to him, [] a letter stating the areas about which it was desired to interview [] he would discuss with [] the possibility of submitting to oral interview concerning those areas.



UNITED STATES DEPARTMENT OF JUSTICE

FEDERAL BUREAU OF INVESTIGATION

Baltimore, Maryland

January 18, 1965

In Reply, Please Refer to
File No.

RE:

[REDACTED] b7C
SILVER SPRINGS, MARYLAND

On January 18, 1965, [REDACTED] Attorney at Law, [REDACTED] Silver Springs, Maryland, advised a Special Agent of the Federal Bureau of Investigation that he had been in communication with [REDACTED] and that [REDACTED] did not intend to return to Silver Springs, Maryland until sometime during the week of January 25, 1965. b7C

[REDACTED] stated that [REDACTED] told him that he would not submit to oral interview by the FBI and would only answer written interrogatories submitted to him by the FBI. [REDACTED] stated if a letter were directed to him, [REDACTED] by the FBI, listing the areas about which it was desired to interview [REDACTED] that he, [REDACTED] would discuss it with [REDACTED] to determine if he, [REDACTED] would submit to oral interview by the FBI concerning these areas. b7C

This document contains neither recommendations nor conclusions of the FBI. It is the property of the FBI and is loaned to your agency; it and its contents are not to be distributed outside your agency.

ENCLOSURE 46 51453 -

A I R T E L

DATE: January 25, 1965

TO : DIRECTOR, FBI
FROM : SAC, BALTIMORE (62-1894) (RUC)

SUBJECT : b7C

MISCELLANEOUS - INFORMATION CONCERNING
(ACCOUNTING AND FRAUD SECTION)

OO: WFO

Enclosed herewith for the Bureau are twelve copies of a self-explanatory letterhead memorandum, and for Washington Field eight copies of the letterhead memorandum. Information copies of this airtel are being designated for each pertinent Bureau and Washington Field file and each Baltimore file.

⑩ - Bureau (Encl.12)

(3 - 63-
(1 - 58-5777)
(1 - 58-5775)
(1 - 58-5776)
(1 - 58-5772)
(1 - 58-5774)
(1 - 58-5773)
(1 - 46-51453)

1 - New York (Info) (Encl.1)

8 - Washington Field (Encl.8)

(1 - 62-
(1 - 46-8250)
(1 - 46-8251)
(1 - 46-8252)
(1 - 46-8253)
(1 - 46-8254)
(1 - 46-8255)
(1 - 46-8256)

NOT RECORDED
98 JAN 27 1965

CARBON COPY

8 - Baltimore

(1 - 62-1894)	(1 - 46-4039)
(1 - 46-4036)	(1 - 46-4040)
(1 - 46-4037)	(1 - 46-4041)
(1 - 46-4938)	(1 - 46-4042)

KWS:cm
(26)

ENCLOSURE

4 FEB 1 1965

ORIGINAL FILED IN



UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

In Reply, Please Refer to
File No.

Baltimore, Maryland
January 25, 1965

b7C

[redacted]
Silver Spring, Maryland

On January 18, 1965, [redacted] Attorney at Law, [redacted] Silver Spring, Maryland, advised a Special Agent of the Federal Bureau of Investigation that he had been in communication with [redacted] and that [redacted] did not intend to return to Silver Spring, Maryland, until sometime during the week of January 25, 1965.

b7C

[redacted] stated that [redacted] told him that he would not submit to oral interview by the FBI, and would only answer written interrogatories submitted to him by the FBI. [redacted] stated if a letter were directed to him, [redacted] by the FBI, listing the areas about which it was desired to interview [redacted] that he, [redacted] would discuss it with [redacted] to determine if he, [redacted] would submit to oral interview by the FBI concerning these areas.

On January 25, 1965, [redacted] was advised that such a letter would not be made available to him. [redacted] was advised that it was desired to interview [redacted]
[redacted]
[redacted]

b7C

In view of the above, no further attempts to interview [redacted] [redacted] will be made by this Bureau.

This document contains neither recommendations nor conclusions of the FBI. It is the property of the FBI and is loaned to your agency; it and its contents are not to be distributed outside your agency.

KWS:cm

ENCLOSURE

1 - [REDACTED]

SAC, Washington Field (62-9171)

March 23, 1965

Director, FBI (63-9953)

b7C

[REDACTED]
MISCELLANEOUS - INFORMATION CONCERNING

The Criminal Division has advised by letter dated March 10, 1965, that no further investigation is desired concerning [REDACTED]

b7C

[REDACTED]
[REDACTED] Not subject to FOIA

Accordingly, captioned matter, as well as the other investigations conducted concerning [REDACTED] may be closed in your office. Appropriate copies of this letter for the other files are being furnished your office.

46-8250
46-8251
46-8252
46-8253
46-8254
46-8256
46-8225

Bureau files

46-81453 (Counterpart Funds)
58-5772 (Middle Airlines)
58-5773 (Hot Shoppes)
58-5774 (Howard Johnsons)
58-5775 (Bomarc Missile Contract)
58-5776 (Grumman Aircraft Corporation)
58-5777 (Fighter and Bomber Aircraft)

DUPLICATE YELLOW

116-51-
NOT RECORDED
93 MAR 24 1965

FJB:pab
(18)

ORIGINAL FILED IN